

UNITED STATES DISTRICT COURT
DISTRICT OF MASSACHUSETTS

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SECURITIES AND EXCHANGE COMMISSION,)
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Plaintiff,)
)
)
v.) Case No. 1:15-cv-12857-PBS
)
)
DFRF ENTERPRISES LLC,)
DFRF ENTERPRISES, LLC,)
DANIEL FERNANDES ROJO FILHO,)
WANDERLEY M. DALMAN,)
GASPAR C. JESUS,)
EDUARDO N. DA SILVA,)
HERIBERTO C. PEREZ VALDES,)
JEFFREY A. FELDMAN and)
ROMILDO DA CUNHA,)
)
Defendants.)
)
)


**FINAL JUDGMENT OF PERMANENT INJUNCTION
AND OTHER RELIEF AS TO DEFENDANTS
DFRF ENTERPRISES, LLC AND DFRF ENTERPRISES LLC**

Plaintiff Securities and Exchange Commission (“the Commission”) having filed a Complaint on June 30, 2015; defendants DFRF Enterprises LLC (“DFRF Massachusetts”) and DFRF Enterprises, LLC (“DFRF Florida”) having failed to answer the Complaint, a default having been entered against DFRF Florida on April 5, 2019 (Dkt. #213); a default having been entered against DFRF Massachusetts on May 14, 2019 (Dkt. #218); and the Court having allowed the Commission’s motion for a default judgment against DFRF Massachusetts and DFRF Florida on May 29, 2019 (Dkt. #221):

I.

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that DFRF Massachusetts and DFRF Florida are permanently restrained and enjoined from violating,

directly or indirectly, Section 10(b) of the Securities Exchange Act of 1934 (the ‘Exchange Act’) [15 U.S.C. §78j(b)] and Rule 10b-5 promulgated thereunder [17 C.F.R. §240.10b-5], by using any means or instrumentality of interstate commerce, or of the mails, or of any facility of any national securities exchange, in connection with the purchase or sale of any security:

- (a) to employ any device, scheme, or artifice to defraud;
- (b) to make any untrue statement of a material fact or to omit to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading; or
- (c) to engage in any act, practice, or course of business which operates or would operate as a fraud or deceit upon any person.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as provided in Rule 65(d)(2) of the Federal Rules of Civil Procedure, the foregoing paragraph also binds the following who receive actual notice of this Final Judgment by personal service or otherwise:

- (a) agents, servants, employees, and attorneys of DFRF Massachusetts and DFRF Florida; and
- (b) other persons in active concert or participation with DFRF Massachusetts and DFRF Florida or with anyone described in (a).

II.

IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that DFRF Massachusetts and DFRF Florida are permanently restrained and enjoined from violating Section 17(a) of the Securities Act of 1933 (the “Securities Act”) [15 U.S.C. §77q(a)] in the offer or sale of any security by the use of any means or instruments of transportation or communication in interstate commerce or by use of the mails, directly or indirectly:

- (a) to employ any device, scheme, or artifice to defraud;
- (b) to obtain money or property by means of any untrue statement of a material fact or any omission of a material fact necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading; or
- (c) to engage in any transaction, practice, or course of business which operates or would operate as a fraud or deceit upon the purchaser.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as provided in Rule 65(d)(2) of the Federal Rules of Civil Procedure, the foregoing paragraph also binds the following who receive actual notice of this Final Judgment by personal service or otherwise:

- (a) agents, servants, employees, and attorneys of DFRF Massachusetts and DFRF Florida; and
- (b) other persons in active concert or participation with DFRF Massachusetts and DFRF Florida or with anyone described in (a).

III.

IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that DFRF Massachusetts and DFRF Florida are permanently restrained and enjoined from violating Section 5 of the Securities Act [15 U.S.C. § 77e] by, directly or indirectly, in the absence of any applicable exemption:

- (a) making use of any means or instruments of transportation or communication in interstate commerce or of the mails to sell a security through the use or medium of any prospectus or otherwise, unless a registration statement is in effect as to such security;

- (b) carrying or causing to be carried through the mails or in interstate commerce, by any means or instruments of transportation, a security for the purpose of sale or for delivery after sale, unless a registration statement is in effect as to such security; or
- (c) making use of any means or instruments of transportation or communication in interstate commerce or of the mails to offer to sell or offer to buy through the use or medium of any prospectus or otherwise any security, unless a registration statement has been filed with the Commission as to such security, or while the registration statement is the subject of a refusal order or stop order or (prior to the effective date of the registration statement) any public proceeding or examination under Section 8 of the Securities Act [15 U.S.C. § 77h].

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as provided in Rule 65(d)(2) of the Federal Rules of Civil Procedure, the foregoing paragraph also binds the following who receive actual notice of this Final Judgment by personal service or otherwise:

- (a) agents, servants, employees, and attorneys of DFRF Massachusetts and DFRF Florida; and
- (b) other persons in active concert or participation with DFRF Massachusetts and DFRF Florida or with anyone described in (a).

IV.

IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that:

- (a) DFRF Massachusetts and DFRF Florida are jointly and severally liable for disgorgement of \$15,291,689, representing profits gained as a result of the

- misconduct alleged in the Complaint, together with prejudgment interest thereon in the amount of \$2,636,463, for a total disgorgement obligation of \$17,928,332;
- (b) DFRF Massachusetts is liable for a civil penalty in the amount of \$775,000, pursuant to Section 20(d) of the Securities Act [15 U.S.C. § 77t(d)] and Section 21(d)(3) of the Exchange Act [15 U.S.C. § 78u(d)(3)];
 - (c) DFRF Florida is liable for a civil penalty in the amount of \$775,000, pursuant to Section 20(d) of the Securities Act and Section 21(d)(3) of the Exchange Act; and
 - (d) the obligation to pay a civil penalty is separate for each DFRF entity.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that DFRF Massachusetts and DFRF Florida shall satisfy their obligation to pay disgorgement plus prejudgment interest and civil penalties by making payment to the Securities and Exchange Commission within 14 days. DFRF Massachusetts and DFRF Florida may transmit payment electronically to the Commission, which will provide detailed ACH transfer/Fedwire instructions upon request. Payment may also be made directly from a bank account via Pay.gov through the SEC website at <http://www.sec.gov/about/offices/ofm.htm>. DFRF Massachusetts and DFRF Florida may also pay by certified check, bank cashier's check, or United States postal money order payable to the Securities and Exchange Commission, which shall be delivered or mailed to

Enterprise Services Center
Accounts Receivable Branch
6500 South MacArthur Boulevard
Oklahoma City, OK 73169

and shall be accompanied by a letter identifying the case title, civil action number, and name of this Court; DFRF Massachusetts and DFRF Florida as defendants in this action, and specifying that payment is made pursuant to this Final Judgment. DFRF Massachusetts and DFRF Florida

shall simultaneously transmit photocopies of evidence of payment and case identifying information to the Commission's counsel in this action. By making this payment, DFRF Massachusetts and DFRF Florida relinquish all legal and equitable right, title, and interest in such funds and no part of the funds shall be returned to them.

The Commission may enforce the Court's judgment for disgorgement plus prejudgment interest and civil penalties by moving for civil contempt (and/or through other collection procedures authorized by law) at any time after 14 days following entry of this Final Judgment. DFRF Massachusetts and DFRF Florida shall pay post-judgment interest on any delinquent amounts pursuant to 28 U.S.C. §1961.

The Commission shall hold the funds, together with any interest and income earned thereon (collectively, the "Fund"), pending further order of the Court. The Commission may propose a plan to distribute the Fund subject to the Court's approval. Such a plan may provide that the Fund shall be distributed pursuant to the Fair Fund provisions of Section 308(a) of the Sarbanes-Oxley Act of 2002. The Court shall retain jurisdiction over the administration of any distribution of the Fund.

V.

IT IS HEREBY FURTHER ORDERED, ADJUDGED AND DECREED that this Court shall retain jurisdiction over DFRF Massachusetts and DFRF Florida as parties to this matter for all purposes, including the implementation and enforcement of this Final Judgment.

VI.

IT IS HEREBY FURTHER ORDERED, ADJUDGED AND DECREED that, there being no just reason for delay, the Clerk shall enter this Final Judgment forthwith and without further notice, pursuant to Rule 54(b) of the Federal Rules of Civil Procedure.


UNITED STATES DISTRICT JUDGE

Dated: 05/19, 2019